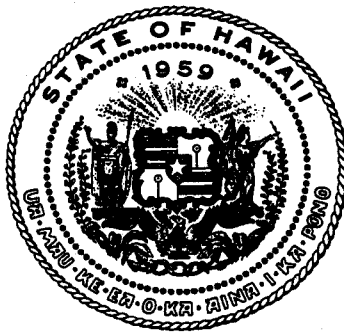


**CRITERIA FOR THE ESTABLISHMENT AND CONTINUANCE OF
ADMINISTRATIVELY ESTABLISHED ACCOUNTS AND FUNDS REPORT**

**Report to the Twenty-Second Legislature
Regular Session of 2003**



Prepared by

**THE STATE OF HAWAII
DEPARTMENT OF LAND AND NATURAL RESOURCES**

In response to Section 37-52.5, Hawaii Revised Statutes

Honolulu, Hawaii

November, 2002

**ADMINISTRATIVELY ESTABLISHED ACCOUNTS
DEPARTMENT OF LAND AND NATURAL RESOURCES**

Act 178, Session Laws of Hawaii 2002, added three new sections to chapter 37, Hawaii Revised Statutes (HRS). One of the sections, specifically section 37-52.5, HRS, *Criteria for the establishment and continuance of administratively established accounts and funds*, requires expending departments or agencies to submit reports to the legislature of newly established operating accounts or funds within thirty working days of its establishment. The report shall include: 1) the justification for the establishment of the account or fund; and 2) the sources of revenue for the fund.

The following two (2) accounts were administratively established to receive and expend federal funds.

**ADMINISTRATIVELY ESTABLISHED ACCOUNTS
DEPARTMENT OF LAND AND NATURAL RESOURCES**

Name of Account: Water Conservation Planning - Bureau of Reclamation (BOR)
Fund Type (MOF): Federal Funds (N)
Approp. Acct. No.: S-224-C
Amount of Grant: \$50,000

Justification for the establishment of the account or fund:

Under the State Water Code (chapter 174C, HRS), the Commission on Water Resource Management is charged with the responsibility for formulating an integrated/coordinated program for comprehensive water resources planning to address the problems of water supply and conservation of water. Federal funds are available to develop a proto-type state agency water conservation plan, which addresses potable and non-potable water demands through conservation practices and enhanced water use efficiency. An expected outcome of this effort would be an overall reduction in water use and decreased stress on the water resources of our State through effective demand-side management. This account will allow the Department the ability to receive and expend federal funds.

The sources of revenue for the account or fund:

A federal fund grant of \$50,000 is available through the U.S. BOR, Department of Interior, Fish and Wildlife Coordination Act of 1934 (16 U.S.C. 661-666c).

**ADMINISTRATIVELY ESTABLISHED ACCOUNTS
DEPARTMENT OF LAND AND NATURAL RESOURCES**

Name of Account: Federal Emergency Management Agency (FEMA) Pre-Disaster Mitigation Plan
Fund Type (MOF): Federal Funds (N)
Approp. Acct. No.: S-225-C
Amount of Grant: \$75,000

Justification for the establishment of the account or fund:

The Deputy Director for the Department's Commission on Water Resource Management (CWRM) serves as Co-Chair of the Hawaii Drought Council and is responsible for implementing priority actions identified in the Hawaii Drought Plan. The federal fund grant will allow CWRM to develop a Statewide Drought Risk and Vulnerability Assessment and Geographic Information System (GIS) mapping analysis (Project). The grant will fulfill two requirements: 1) address the completion of a drought risk and vulnerability study, and 2) incorporate the Project into the State Hazard Mitigation Plan as part of a natural hazards mapping effort. FEMA requires that State Hazard Mitigation Plans be prepared and include hazard mapping as a qualification for further FEMA hazard mitigation project funding. This account will allow the Department the ability to receive and expend federal funds.

The sources of revenue for the account or fund:

A federal fund grant of \$75,000 is available through the Pre-Disaster Mitigation Program under FEMA, Disaster Mitigation Act of 2000 (P.L. 106-390).